

DAILY MARKETS OVERVIEW

11 NOVEMBER 2018

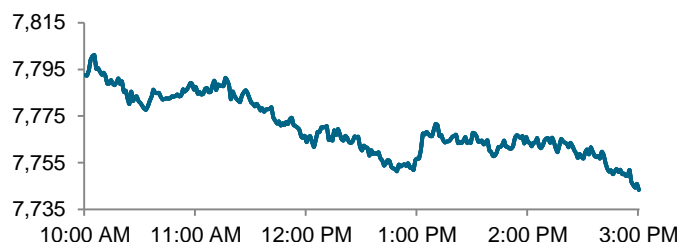
السوق السعودي الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,743	-0.6	-1.7	7.2	16.5
Saudi (NOMU)	2,481	-0.1	-1.5	-21.0	8.1
Energy	4,862	-0.7	-2.6	13.6	18.4
Materials	5,519	-0.5	-1.3	9.2	17.1
Capital Goods	4,206	-1.8	4.3	-3.1	24.4
Com. & Prof. Svc	4,294	-0.4	1.7	2.1	18.3
Transportation	3,591	-1.0	-3.9	-10.5	21.2
Cons. Durables & Apparel	3,483	-0.6	-0.8	-15.9	NA
Consumer Services	3,063	0.8	-1.3	-16.9	NA
Media	11,433	-0.9	-1.1	47.8	NA
Retailing	6,584	-0.9	-0.7	16.9	30.8
Food & Staples Retailing	5,888	-1.1	-0.7	5.0	23.7
Food & Beverages	3,833	-1.1	-6.4	-21.7	NA
Health Care Equipment	3,503	-0.2	-3.3	-21.2	18.3
Pharma, Biotech & Life Science	3,852	-0.7	-6.4	-3.0	26.9
Banks	6,885	-0.9	-2.4	25.1	12.3
Diversified Financials	3,345	0.2	1.2	-17.0	NA
Insurance	3,800	-0.1	0.0	-19.6	30.9
Telecommunication	4,972	-0.7	-1.8	16.9	16.2
Utilities	3,244	-1.6	-2.5	-28.9	NA
REITs	3,632	-0.4	0.1	-21.6	NA
Real Estate	3,389	0.3	1.6	-27.8	24.2

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Fisheries Co.	24.20	10.0%	33.3
Gulf Union Cooperative Insurance Co.	15.16	9.5%	9.4
MetLife AIG ANB Cooperative Insurance Co.	19.28	4.3%	9.4
Eastern Province Cement Co.	20.00	4.0%	6.9
Leejam Sports Co.	51.90	3.0%	34.8

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Bupa Arabia for Co. Insurance	8-Nov	3Q18	244.78	12.8	3.06	NA
United International Transportation	8-Nov	3Q18	43.11	0.7	0.47	NA
Alujain Corporation	8-Nov	3Q18	27.59	23.6	0.40	NA
Northern Region Cement Co	8-Nov	3Q18	4.95	-60.4	0.03	NA
BATIC Investment and Logistics Co	8-Nov	3Q18	3.73	-74.8	0.12	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of November 11, 2018

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.6% lower at 7,743 while NOMU ended 0.1% lower at 2,481 on Thursday. TASI traded value totaled SAR 2.6bn and averaged SAR 4.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 33% of the daily traded value.
- Banks and Materials closed 0.9% and 0.5% lower, respectively. Telecom closed 0.7% lower. Consumer Services (up 0.8%) was the best performer. Among stocks, Saudi Fisheries Co. (6050/SFICO AB), Gulf Union Cooperative Insurance Co. (8120/GULFUNI AB), and MetLife AIG ANB Cooperative Insurance Co. (8011/METLIFE AB) led the gainers.
- King Salman embarked on a massive development mission launching projects worth SAR 16.5bn (USD 4.4bn) mainly focusing on the key sectors of housing, road, tourism, water, electricity and public utilities. (Source: Trade Arabia)
- The Ministry of Commerce and Investment issued 56 steel export licenses and 33 cement export licenses, thus far. Meanwhile, 6 export requests are still under study. The rise in export requests indicates the increasing demand for Saudi steel and cement exports. (Source: Argaam)
- Saudi Aramco has broken ground on a new upstream research and development (R&D) center in Lomonosov Moscow State University in Russia. The center is Saudi Aramco's ninth R&D facility outside the country and will focus on upstream technologies in simulation and modeling, advanced materials, data analytics and artificial intelligence. (Source: Zawya)
- Saudi Aramco revealed starting a fuel research program in cooperation with China's Tsinghua University, FAW Jiefang Automotive Wuxi Diesel Works (FAWDE), and Shandong Chambroad Petrochemicals Company. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) awarded a five-year framework agreement to WorleyParsons for the provision of engineering, procurement and construction management (EPCM) services. (Source: Argaam)
- China's Hengli Petrochemical stated it entered an annual crude purchase deal worth USD 3.6bn (SAR 13.5bn) with Saudi Aramco for 2019 supplies of 130,000 barrels per day (bpd). (Source: Zawya)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	36.35	-5.7%	8.3
SWICORP WABEL REIT FUND	8.77	-4.2%	0.4
Southern Province Cement Co.	35.85	-4.1%	20.7
Saudi Industrial Export Co.	147.80	-4.0%	67.7
The Company for Cooperative Insurance	50.90	-3.6%	28.2

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	21.40	-0.7%	328
Saudi Basic Industries Corp.	123.00	-0.8%	286
Al Rajhi Bank	85.30	-0.9%	88
Saudi Kayan Petrochemical Co.	14.82	-0.8%	86
Dar Alarkan Real Estate Development Co.	8.96	-0.7%	73

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,826	-0.1	0.7	-16.1	7.6
Abu Dhabi (ADX)	5,029	0.3	2.2	14.3	13.3
Kuwait (KSE)	5,197	0.6	0.7	1.4	17.6
Qatar (QE)	10,368	1.1	0.8	21.6	15.3
Oman (MSM)	4,490	1.0	1.5	-12.0	10.5
Bahrain (BSE)	1,313	-0.2	0.0	-1.4	8.9
DJMENA Index	560	-0.3	-0.5	6.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,781	-0.9	2.1	4.0	19.1
US (NASDAQ 100)	7,407	-1.6	0.7	7.3	21.5
UK (FTSE 100)	7,105	-0.5	0.2	-7.6	15.3
Germany (DAX)	11,529	0.0	0.1	-10.7	13.7
France (CAC 40)	5,107	-0.5	0.1	-3.9	15.8
Russia (MICEX)	2,403	-1.4	1.1	13.9	NA
Japan (Nikkei)	22,250	-1.1	0.0	-2.3	15.5
Hong Kong (HSI)	25,602	-2.4	-3.3	-14.4	9.7
South Korea (KOSPI)	2,086	-0.3	-0.5	-15.5	10.0
China (SHCOMP)	2,599	-1.4	-2.9	-21.4	12.1
India (NIFTY)	10,585	-0.1	0.3	0.5	21.8
Brazil (IBOV)	85,641	0.0	-3.1	12.1	18.9
Turkey (BIST 100)	92,839	-0.7	-1.4	-19.5	6.8
Egypt (EGX30)	13,733	0.0	4.0	-8.6	NA
MSCI Emerging Markets	976	-1.7	-2.1	-15.7	11.7
MSCI World	2,063	-0.9	1.3	-1.9	17.1

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	70.7	-2.0	-3.0	5.7	10.9
Natural Gas (\$/mmbtu)	3.5	-0.3	7.9	26.2	11.1
Gold (\$/oz)	1,224	-0.2	-0.7	-6.3	-4.0
Silver (\$/oz)	14.4	-0.9	-2.1	-15.3	-14.8
Platinum (\$/oz)	864	-1.0	-0.6	-7.2	-6.3
Copper (\$/t)	6,173	0.0	-2.3	-14.4	-9.1
Zinc (\$/t)	2,588	3.4	-0.5	-22.5	-19.2
Lead (\$/mt)	1,947	2.5	-2.4	-22.0	-21.6
Wheat (\$/bu)	508	-0.5	-0.2	9.0	0.3
Corn (\$/bu)	374	0.3	0.6	-2.7	-5.1
Sugar (\$/lb)	12.8	-1.3	-4.5	-15.6	-17.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.62	0.00	0.92	0.00
Saudi Arabia	2.79	0.00	0.89	0.17
UAE	2.73	0.01	0.93	0.11
Kuwait	2.06	0.00	0.19	-0.56
Qatar	2.84	0.02	0.20	0.23
Bahrain	3.75	0.00	1.03	1.13

Source: Reuters

NOTES: (1) Prices updated as of November 11, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Friday. S&P 500 and NASDAQ declined 0.9% and 1.6%, respectively. Dow Jones Industrial ended 0.8% lower. In Europe, both UK and France declined 0.5%, while Germany ended flat.
- Asian markets ended in the red on Friday. China declined 1.4%. Japan and South Korea closed 1.1% and 0.3% lower, respectively. Hong Kong and India ended 2.4% and 0.1% lower, respectively.
- GCC markets ended mixed on Thursday. Dubai declined 0.1% while Abu Dhabi closed 0.3% higher. Kuwait and Qatar ended 0.6% and 1.1% higher, respectively. Oman gained 1.0% while Bahrain ended 0.2% lower.
- US jobless claims for the week ended November 3 stood at 214K (prior: 215K; consensus: 213K). (Source: Econoday)
- Change in China's CPI for the month of October 2018 stood at 0.2% M/M and 2.5% Y/Y (prior: 0.7% M/M, 2.5% Y/Y; consensus: 2.5% Y/Y). (Source: Econoday)
- Moody's revealed the outlook for the UAE banking sector remains stable, reflecting a gradually recovering economy, as well as banks' strong capital, resilient profitability, and solid funding. (Source: Argam)
- The International Air Transport Association (IATA) revealed that passenger traffic growth for Middle East carriers rose 1.8% Y/Y in September, hitting a four-month low. Meanwhile, capacity was up 5.3% Y/Y, but load factor declined to 72.3%. (Source: Argam)
- UAE's Telecommunication Regulatory Authority revealed the number of telecommunications subscribers in UAE mobile, fixed-line and data services amounted to 22.8mn by the end of August. (Source: Trade Arabia)
- Dubai's Damac Properties (DAMAC UH) announced the completion of the raft foundation for tower C of Aykon City, its 4.0mn square feet development located between Sheikh Zayed Road and the Dubai Water Canal. (Source: Arabian Business)
- Abu Dhabi National Oil Company (Adnoc) stated it has concluded a new long-term liquefied petroleum gas (LPG) sales agreement with Wanhua Chemical Group of China. Under the terms of the 10-year contract, Wanhua will purchase up to 1.0mn metric tonnes of LPG per annum. (Source: Trade Arabia)
- UAE-based Emirates Central Cooling Systems Corporation (Empower) is working on three major district cooling plants in Dubai's Business Bay which on completion will take its capacity to a 350,000 refrigeration tons (RT) from the present 135,000 RT. (Source: Trade Arabia)
- Golden Gate Developers, a joint venture between Bahrain-based company, Kooheji Golden Gate and India-based Ajmera Realty (AREAL IN) and Mayfair Housing, unveiled its new residential development project, Golden Gate. (Source: Trade Arabia)

Coming Up

- Change in Japan's GDP for 3Q18 (prior: 0.7% Q/Q, 1.3% Y/Y; consensus: -0.2% Q/Q) will be announced on November 13. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 9 (prior: 5.8mn barrels) will be announced on November 15. (Source: Econoday)
- US jobless claims for the week ended November 10 (prior: 214K; consensus: 215K) will be announced November 15. (Source: Econoday)



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